

# MEDICAL DISPUTE RESOLUTION FINDINGS AND DECISION

## PART I: GENERAL INFORMATION

Type of Requestor: (X) HCP ( ) IE ( ) IC

Requestor  
Harris Methodist Fort Worth  
3255 W. Pioneer Parkway  
Arlington, TX 76013

Respondent

Zurich American Insurance Co.  
Rep. Box # 19

**RECEIVED**  
JUN 28 2005  
FLAHIVE, OGDEN & LATSON  
ANITA DRAKE

Response Timely Filed? ( ) Yes (X) No

MDR Tracking No.: M4-05-5836-01

TWCC No.: [REDACTED]

Injured Employee's Name: [REDACTED]

Date of Injury: [REDACTED]

Employer's Name: [REDACTED]

Insurance Carrier's No.: [REDACTED]

## PART II: SUMMARY OF DISPUTE AND FINDINGS

Dates of Service		CPT Code(s) or Description	Amount in Dispute	Amount Due
From	To			
7-26-04	8-16-04	Inpatient Hospitalization	\$53,523.32	\$0.00

## PART III: REQUESTOR'S POSITION SUMMARY

The following claim had a DX code of 821.50 which is a trauma claim. The total billed amount was \$316,173.95. I am requesting that this claim be paid at 85% of billed charges do to trauma. The pt was in such a severe case, that he passed away. We do not feel that less than 68% of the billed charges is acceptable for a trauma case of this nature.

## PART IV: RESPONDENT'S POSITION SUMMARY

Position statement was not submitted.

## PART V: MEDICAL DISPUTE RESOLUTION REVIEW SUMMARY, METHODOLOGY, AND/OR EXPLANATION

This dispute relates to inpatient services provided in a hospital setting with reimbursement subject to the provisions of Rule 134.401 (Acute Care Inpatient Hospital Fee Guideline). In this particular admission, the principle diagnosis code was 801.26, 518.0 related to trauma care for closed skull base fracture, coma and pulmonary collapse. Pursuant to Rule 134.401(c)(5), the reimbursement for the entire admission shall be paid at a fair and reasonable rate.

Determining the "fair and reasonable" reimbursement can be difficult. In this case, it appears that neither the requestor nor the respondent have persuasively shown that their position represents the appropriate amount. Therefore, an alternate approach is needed to determine the reimbursement amount.

Based on the data contained in the Commission's medical billing database for dates of service in 2004, trauma admissions were reimbursed, on average, at 48.2% of the total charges (total payments divided by total charges). Applying this same formula to this specific case appears to be a sound method to determine the appropriate fair and reasonable reimbursement.

Accordingly, the health care provider is entitled to a total reimbursement amount of \$151,763.49. This was calculated by multiplying the total charges of \$316,173.95 by 48.2%.

Since the carrier has previously paid \$215,224.53 the health care provider is not entitled to additional reimbursement

## PART VI: COMMISSION DECISION

Based upon the review of the disputed healthcare services, the Medical Review Division has determined that the requestor is **not** entitled to additional reimbursement.

Findings and Decision by:

Elizabeth Pickle  
Authorized Signature

Elizabeth Pickle

Typed Name

June 22, 2005

Date of Order

#### PART VII: YOUR RIGHT TO REQUEST A HEARING

Either party to this medical dispute may disagree with all or part of the Decision and has a right to request a hearing. A request for a hearing must be in writing and it must be received by the TWCC Chief Clerk of Proceedings/Appeals Clerk within 20 (twenty) days of your receipt of this decision (28 Texas Administrative Code § 148.3). This Decision was mailed to the health care provider and placed in the Austin Representatives box on 6-27-05. This Decision is deemed received by you five days after it was mailed and the first working day after the date the Decision was placed in the Austin Representative's box (28 Texas Administrative Code § 102.5(d)). A request for a hearing should be sent to: Chief Clerk of Proceedings/Appeals Clerk, P.O. Box 17787, Austin, Texas, 78744 or faxed to (512) 804-4011. A copy of this Decision should be attached to the request.

The party appealing the Division's Decision shall deliver a copy of their written request for a hearing to the opposing party involved in the dispute.

Si prefiere hablar con una persona en español acerca de ésta correspondencia, favor de llamar a 512-804-4812.

#### PART VIII: INSURANCE CARRIER DELIVERY CERTIFICATION

I hereby verify that I received a copy of this Decision and Order in the Austin Representative's box.

Signature of Insurance Carrier: \_\_\_\_\_ Date: \_\_\_\_\_